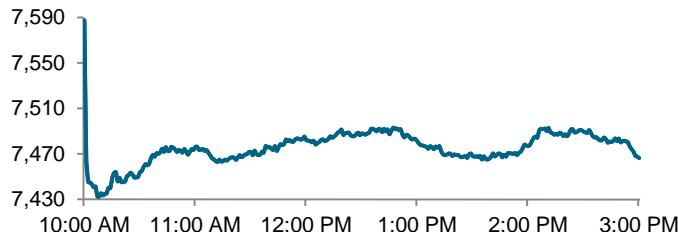


# DAILY MARKETS OVERVIEW

FEBRUARY 7, 2018

## TASI Intraday



Source: Reuters

## Saudi Stock Indices

| Index                          | Last Close | 1 Day % | WTD % | YTD % | PE (TTM) |
|--------------------------------|------------|---------|-------|-------|----------|
| Saudi (TASI)                   | 7,466      | -1.6    | -2.5  | 3.3   | 17.2     |
| Saudi (NOMU)                   | 3,034      | -1.7    | -1.1  | -3.4  | NA       |
| Energy                         | 4,496      | -0.1    | 1.6   | 5.1   | 14.1     |
| Materials                      | 5,210      | -1.6    | -2.0  | 3.1   | 21.9     |
| Capital Goods                  | 4,208      | -2.1    | -2.3  | -3.1  | 14.4     |
| Com. & Prof. Svc               | 4,228      | 0.1     | 1.7   | 0.5   | 17.0     |
| Transportation                 | 4,013      | -1.0    | -1.0  | 0.0   | 15.8     |
| Cons. Durables & Apparel       | 3,927      | -2.2    | -2.0  | -5.2  | NA       |
| Consumer Services              | 3,643      | -2.3    | -4.7  | -1.1  | 11.8     |
| Media                          | 8,773      | -2.0    | 2.0   | 13.4  | NA       |
| Retailing                      | 5,905      | -0.6    | -4.5  | 4.8   | 18.5     |
| Food & Staples Retailing       | 5,616      | 1.6     | 0.7   | 0.1   | 19.9     |
| Food & Beverages               | 4,664      | -1.3    | -3.5  | -4.8  | NA       |
| Health Care Equipment          | 4,710      | -2.2    | -3.9  | 6.0   | 22.2     |
| Pharma, Biotech & Life Science | 3,991      | -1.3    | -2.1  | 0.5   | 9.9      |
| Banks                          | 5,955      | -1.7    | -3.1  | 8.2   | 12.0     |
| Diversified Financials         | 4,017      | -2.6    | -5.0  | -0.3  | NA       |
| Insurance                      | 4,611      | -1.7    | -1.3  | -2.4  | 16.5     |
| Telecommunication              | 4,501      | -1.1    | -0.3  | 5.9   | 15.6     |
| Utilities                      | 4,397      | -1.5    | -3.0  | -3.6  | 8.6      |
| REITs                          | 4,371      | -1.2    | -2.1  | -5.7  | NA       |
| Real Estate                    | 4,393      | -2.1    | -2.5  | -6.5  | 41.6     |

Sources: Bloomberg, Reuters, Tadawul

## Top 5 Gainers

| Company                                 | Last Close | % Change | Value (SAR mn) |
|---|------------|----------|----------------|
| Salama Cooperative Insurance Co.        | 32.68      | 6.1%     | 45.3           |
| Rabigh Refining and Petrochemical Co.   | 22.76      | 3.4%     | 355.6          |
| Halwani Bros Co.                        | 52.84      | 2.4%     | 7.3            |
| Abdullah Al Othaim Markets Co.          | 126.13     | 1.9%     | 33.7           |
| United International Transportation Co. | 28.75      | 1.2%     | 15.4           |

Source: Tadawul

## Latest Earnings

| Company                             | Date  | Period | Q NI (SAR mn) | Y/Y % | Q EPS (SAR) | Vs. Consensus |
|-------------------------------------|-------|--------|---------------|-------|-------------|---------------|
| The National Commercial Bank        | 6-Feb | 4Q17   | 2,556.0       | 11.8  | 1.28        | BEAT          |
| Abdullah Al Othaim Markets Co.      | 6-Feb | 4Q17   | 166.8         | 74.7  | 3.71        | NA            |
| Saudi Cable Co.                     | 5-Feb | 4Q17   | -23.7         | 59.7  | -0.59       | NA            |
| Dar Alarkan Real Estate Development | 5-Feb | 4Q17   | 320.7         | 760.0 | 0.30        | NA            |
| Rabigh Refining and Petrochemical   | 5-Feb | 4Q17   | 641.0         | 254.1 | 0.73        | NA            |

Source: Tadawul

NOTES: (1) Prices as of last trade. Updated as of February 7, 2018

(2) WTD: Week to Date and YTD: Year to Date

## Saudi Market Update

- The TASI declined 1.6% to close at 7,466 while NOMU ended 1.7% lower at 3,034 on Tuesday. TASI traded value totaled SAR 4.6bn and averaged SAR 3.6bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 50% of the daily traded value.
- Banks and Materials closed 1.7% and 1.6% lower, respectively. Telecom also ended 1.1% lower. Food & Staples Retailing (up 1.6%) was the best performer. Among stocks, Salama Cooperative Insurance Co. (8050/SALAMA AB), Rabigh Refining and Petrochemical Co. (2380/PETROR AB), and Halwani Bros Co. (6001/HB AB) led gainers.
- Saudi Arabia is working with HSBC (HSBA LN), JPMorgan (JPM US) and Mitsubishi UFJ Financial Group (8306 JP) to refinance its existing USD 10bn (SAR 37bn) syndicated loan according to the banking sources. (Source: Reuters)
- The Saudi Arabian General Investment Authority (SAGIA) granted licenses to 52 foreign and local firms in January with total investments of SAR 309mn (USD 82mn), from which 35 were granted to firms involved in service activities. (Source: Argaam)
- Saudi Aramco completed the 1.7 km Baish Corniche linear public park, located north of Jazan Primary and Downstream Industries City along the Red Sea coast. The park covers an area of about 280,000 sq. m, offering a sea view, and includes four outdoor gyms, five playgrounds, and two large synthetic turf soccer fields. (Source: Gulfbase)
- Saudi Telecom Co. (7010/STC AB) signed a Memorandum of Understanding (MoU) with General Sports Authority to broadcast KSA's professional soccer matches over 10 years for SAR 6.6bn (USD 1.8bn). (Source: Zawya)
- Methanol Chemicals Co. (2001/CHEMANOL AB) expects the financial impact from maintenance shutdowns at its methanol and dimethylformamide units to be of SAR 26mn (USD 6.9mn) in 1Q18. The maintenance is scheduled for 21 days until March 1, 2018. (Source: Argaam)
- Saline Water Conversion Corporation (SWCC) awarded a SAR 1.6bn (USD 427mn) contract to South Africa-based GrahamTek Company to build a desalination plant. The project is scheduled for completion within 18 months. (Source: Argaam)

## Top 5 Losers

| Company  | Last Close | % Change | Value (SAR mn) |
|--|------------|----------|----------------|
| The Mediterranean & Gulf Insurance & Reinsurance Co. | 19.02      | -5.9%    | 17.0           |
| Al-Ahsa Development Co.                              | 11.21      | -5.3%    | 10.3           |
| Saudi Advanced Industries Co.                        | 13.27      | -4.5%    | 9.4            |
| Mouwasat Medical Services Co.                        | 164.64     | -4.3%    | 8.3            |
| Dar Alarkan Real Estate Development Co.              | 10.14      | -3.7%    | 491.6          |

## Most Active Stocks by Value (SAR mn)

| Company                                 | Last Close | % Change | Value (SAR mn) |
|---|------------|----------|----------------|
| Saudi Basic Industries Corp.            | 104.82     | -0.8%    | 602            |
| Alinma Bank                             | 20.13      | -2.1%    | 577            |
| Dar Alarkan Real Estate Development Co. | 10.14      | -3.7%    | 492            |
| Rabigh Refining and Petrochemical Co.   | 22.76      | 3.4%     | 356            |
| Saudi Kayan Petrochemical Co.           | 12.43      | -2.8%    | 272            |

Source: Tadawul

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# DAILY MARKETS OVERVIEW

FEBRUARY 7, 2018



## GCC Stock Indices

| Index           | Last Close | 1 Day % | WTD % | YTD % | PE (TTM) |
|-----------------|------------|---------|-------|-------|----------|
| Dubai (DFM)     | 3,326      | -1.5    | -2.5  | -1.3  | 22.1     |
| Abu Dhabi (ADX) | 4,541      | -0.9    | -1.5  | 3.2   | 15.5     |
| Kuwait (KSE)    | 6,624      | -1.3    | -0.9  | 3.4   | 15.5     |
| Qatar (QE)      | 8,651      | -2.1    | -6.0  | 1.5   | 14.3     |
| Oman (MSM)      | 5,012      | -0.8    | -0.5  | -1.7  | 12.0     |
| Bahrain (BSE)   | 1,339      | -0.4    | -1.4  | 0.5   | 7.7      |
| DJMENA Index    | 538        | -1.5    | -2.6  | 2.6   | NA       |

Source: Bloomberg, Reuters

## GCC & Global Markets Update

- US markets ended in green on Tuesday. The S&P 500 and NASDAQ ended 1.7% and 2.1% higher respectively, while Dow Jones Industrial ended 2.3% higher. In Europe, the UK declined 2.6% while Germany and France closed 2.3% lower each.
- Asian markets are trading mixed on Wednesday. China is down by 0.8% while Japan is up by 1.3%. South Korea is trading lower by 0.6%. Hong Kong and India are trading higher by 1.3% and 0.6% respectively.
- GCC markets ended in red on Tuesday. Dubai and Abu Dhabi declined 1.5% and 0.9% respectively. Kuwait gained 1.3% while Qatar declined 2.1%. Oman and Bahrain ended 0.8% and 0.4% lower respectively.
- Gold jewellery demand in the UAE fell to a 20-year low in 2017 marking the fourth consecutive annual decline as per the World Gold Council. Moreover, global gold demand fell to eight-year low in 2017. (Source: Gulfbase)
- Oman's Central Bank raised OMR 63mn (USD 163.8mn) by allotting treasury bills for a maturity period of 28 days. The average accepted price reached 99.890 for every OMR100. (Source: Gulfbase)
- Abu Dhabi National Oil Company (ADNOC) has signed a 15-year gas sales agreement with the Dubai Supply Authority. (Source: Zawya)
- DP World Limited (DPW DU) handled 70.1mn twenty-foot equivalent units (TEU) across its global portfolio of container terminals in 2017, with 10.1% Y/Y growth in gross container volume on a reported basis. (Source: Trade Arabia)
- Dubai Electricity and Water Authority (DEWA) awarded the contract for the construction of the fourth phase of H-Station at Al Aweer, worth AED 1.1bn (USD 300mn), to a consortium that comprises Siemens and ELSEWEDY Power. (Source: Zawya)
- With an aim to enable efficient, safe, and customer-centric domestic and cross-border payments, the Central Bank of the UAE launched an initiative to develop a national payment system strategy. (Source: Trade Arabia)
- The 11<sup>th</sup> edition of the Gulf Industry Fair (the Northern Gulf's leading specialist business-to-business event for industrial products and services) opened yesterday at the Bahrain International Exhibition and Convention Centre. (Source: Trade Arabia)
- Ilyas & Mustafa Galadari Group (IMG) is in talks with banks to restructure its AED 1.2bn (USD 327mn) syndicated loan and is seeking to extend its maturity. (Source: Reuters)
- Emirates Palace partnered with Dubai World Trade Centre (DWTC) to launch the UAE's premiere catering company, Emirates Palace Catering by Dubai World Trade Centre (EPC by DWTC). (Source: Zawya)

## Commodities Prices

| Index                  | Last Close | 1 Day % | WTD % | YTD % | 1 Year % |
|------------------------|------------|---------|-------|-------|----------|
| Brent Crude (\$/bbl)   | 66.9       | -1.1    | -2.5  | 0.0   | 20.0     |
| Natural Gas (\$/mmbtu) | 2.8        | 0.4     | -3.1  | -5.1  | -20.2    |
| Gold (\$/oz)           | 1,324      | -1.2    | -0.7  | 1.6   | 7.2      |
| Silver (\$/oz)         | 16.6       | -0.6    | 0.3   | -1.8  | -6.2     |
| Platinum (\$/oz)       | 991        | 0.0     | -0.1  | 6.5   | -2.3     |
| Copper (\$/t)          | 7,076      | -1.3    | 0.4   | -2.4  | 21.0     |
| Zinc (\$/t)            | 3,457      | -2.6    | -1.3  | 4.2   | 23.8     |
| Lead (\$/mt)           | 2,592      | -2.0    | -3.4  | 3.9   | 11.5     |
| Wheat (\$/bu)          | 446        | 1.4     | -0.1  | 4.5   | -9.4     |
| Corn (\$/bu)           | 364        | 1.3     | 0.6   | 3.6   | -9.1     |
| Sugar (\$/lb)          | 13.8       | -0.4    | 1.5   | -8.7  | -31.8    |

Source: Bloomberg

## Coming Up

- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended February 2 (prior: 6.8mn barrels) will be announced today. (Source: Econoday)
- US jobless claims for the week ended February 3 (prior: 230K; consensus: 235K) will be announced tomorrow. (Source: Econoday)
- Change in the China's CPI for January 2018 (prior: 0.3% M/M, 1.8% Y/Y) will be announced tomorrow. (Source: Econoday)

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